TWO CENTS

NO. 3928.

Weather-Continued Unsettled.

WASHINGTON, D. C., TUESDAY, JULY 24, 1917.

RUSSIAN LINES ARE SHATTERED

Correspondent Pictures Retreat as Most Tragic Since Napoleon's Time.

London, July 23.-Tarnopol, the first big city in Eastern Galicia that fell to the Russians in their invasion of the Austrian crownland in 1914, has been recaptured by the Teuton forces in their headlong rush that followed the "break through" of the Russian

Admissions of the gravest character continue to mark the Russian official accounts. Today the Petrograd was office, after reporting that the Russians broke through the Teuton lines north of the Pinsk marshes on a front of two miles, frankly adds that the moral weakness and instability of certain Russian detachments jeopar-dized this unexpected success, in which more than 1,000 Teutons were taken prisoners. This indicates that the dissolution that brought about the disaster in the south has spread to

The full extent of the Galician reverse, now officially hinted at as a 'debacle' cannot yet be estimated. A week ago the Russians were less than 40 miles from Lemberg. Today, fleeing westward from Tarnopol, they are some seventy miles from the Gali-cian capital.

Front Everywhere Crumbling. Some twenty miles more of this headlong retreat, and the Galician border is reached. To clear the crownland of the Russians, and to follow this us by driving the Muscovites out of the Bukowina in the

covites out of the Bukowina in the south and from Volhynia in the north, is the strategical aim of the Teuton commander dictated by the "break through."

To the southeast of Lemberg Stanislau and Halicz already are virtually surrounded by the Teutons as the Russian front is crumbling. Below Stanislau Gen Korniloff's army, outflanked, is fleeling into the Carpathian hills and there faces a fate similar to that which overcame the Serbians in 1915 and the Rumanians last year; systematic overcame the Serbians in 1915 and the Rumanians last year; systematic capture or annihilation. Altogether 275 miles of the Russian front from the Pinsk marshes down to the Bukowina threatens to cave in. Most military units, says an of-icial telegram from the southwest-year front to the authorities at Petro. ern front to the authorities at Petroirn front to the authorities at Petro-grad "are in a state of complete disorganization. The spirit for the offensive has utterly disappeared." A picture more tragic than any-ling imagined since Napoleon's re-treat from Moscow is then enfolded by the telegram.

COLLEAGUE ASSAILS

Phelan Attacks Works for Publication of "Revolutionary"

Causes of War.

One of the "little group of willful men." former Senator John D. Works, of California, was assailed works, or California, was assailed, resterday in the Senate by his erst-while colleague, Senator Phelam.

An article by Mr. Works in a Los Angeles publication stated that this country had no cause for war, and that it made a great mistake in entering the conflict.
"The war is not for democracy

"The war is not for democracy, but was inaugurated for the benefit of munition manufacturers," wrote Senator Works, who is well known for his pacifist tendencies.
"Now that we are actually at war, I must say that any comment of the

Senator Works to be 75 per cent, there is disloyalty and lack of harmony in prosecuting the war."

Mr. Phelan's remarks elicited from Hiram Johnson:

The senator work and the sound in the shipping Board, and the sound in the sound in the subject of the council of the subject of the subject

Senator Works, but we must re-member that he came to the de-fense of the republic in 1861 and shouldered a rifle all through the

respect" for Senator Works as a man courage and conviction, even dom agreed with the former Sen-

PLANS ARE COMPLETED TO INSURE FIGHTERS

Government Will Provide for Sol-

diers, Sailors and Marines. Tentative plans were completed yes

terday for providing insurance and indemnifying the officers and men of the army, navy and Marine Corps. The whole proposition is based upon the fundamental idea that the government should, as a matter of jus tice and humanity, adequately pro-tect its fighting men on land and sea and their dependent families. It is planned too, that provision

be made for the support of depend ents of soldiers and sailors by giv-ing them an allotment out of the pay of the men, supplemented by an allowance from the government; that officers and men be indemnified against death or total or partial disthat a system of rehabilitation and re-education of disabled men be inaugurated, and that the government insure the lives of sailors and soldiers on their application at rates of premium based upon ordi-

Widow Receives Savings Deposited 60 Years Ago

New York, July 23.—In 1857 F. A. Gastinesu placed his savings in the Brooklyn Savings Bank. After Gasti-

neau married and moved to Yonkers he forget all about it.

Forty-six years the sum lay in the bank's vaults listed under unclaimed deposits. Yesterday City Treasurer Albert Van Houten, of Yonkers, announced the heir to the money, Gastineau's widow, had been located, and the money turned over to her. With accrued interest it amounted to \$1,500.

I must say that any comment of the character contained in this article not only is of great danger to this country by serving to undemine that sentiment upon which this war is conducted, but it is dangerous in bringing to the enemy even the intimation that among a considerable hoody of our citizens claimed by of the Shinging Board and the ship. our citizens, claimed by of the Shipping Board, and the ship

ships now in the water and over cor

FRIGHTENS SENATOR

trol Bill Clause Reconsidered.

ator Trammell, of Florida, thinks so. So much has the idea gained credence with him that two-dollar wheat may mean flour at \$12 to \$14 per harrel, that yesterday he mozed to barrel, that yesterday he moved to reconsider the vote by which i.i. bill was passed Saturday. The Senate re-fused his motion by a vote to 31 to 8. "I voted on Saturday to strike out the minimum." the minimum price of wheat," Trammell yesterday, "because I old not believe that we should force a large portion of the community to pay \$12 to \$14 to \$15 per barrel for flo

by everyone."

The food control bill was not sent to conference yesterday. The bill was not printed. However, Congressman Lever gave notice that he would ask Lever gave notice that he would ask unanimous consent today to send the measure to conference. It is hoped that the bill will be ready for the President by Saturday night.

It was said yesterday that the House conference would insert the thouse.

to commandeer distilled spirit bond, remain in the measure, Brooklyn savings name. After Games point, remain in the measure, the next married and moved to Yonkers amendment will, however, be altered so that the courts will fix the price to be paid to the distillers.

Politics in the Draft

Russian Embassy Here Gets Encouraging News

Russia's strong man has again stepped into the breach and the situation on the southwestern front has been saved, state dispatches received here last night by the Russian Embassy. Promier Kerensky, now looked upon more than ever as the "man of the hour." is on his way back to Petrograd to grapple with the task of forming a new cabinet. The dispatches received here were meager, but sufficiently clear to make certain that Kegensky had succeeded in quelling the mutiny at the front. In addition, it was stated that the malcontents in the Petrograd garrison had been disarmed and many of them were being dealt with summarily

were being dealt with summarily by the executive committee. The mutineers at the front, it was stated, were being shown little mercy when they refused to listen to the pleas of Kerensky.

The retreat in Galicia, east of Zlochov, forty miles east of Lem-berg, and reaching along the Zlota Lipa River almost as far as

last night.

President Takes Hand and Changes in Personnel

The shipping row will be settled within twenty-four hours. The President, alarmed yesterday at reports of the delay to the program, laid strong hands upon the controversy between Gen. Goethals and Chairman Denman.

As a result changes in the personnel of the Shipping Board are predicted with certainty in high quarters. These changes will ease the friction between the board and

Gen. Goethals.

The most likely change in the personnel of the Shipping Board suggested here last night was the President would take advantage of Capt. White's resignation to name new member of the board, pos

Mr. Denman will retire.

Beginning as a personal altercation, the situation betwen Chairman Denman and the canal builder has gotten to the point where the friends of each are making bitter charges against the other. Friends of Chairman Denman have charged that Gen. Goethals has showed under favor to steel men. Friends due favor to steel men. Friends of Gen. Goethals have alleged that the chairman is interested in lum-ber contracts. Both charges are authoritatively denied. The charges are merely an instance of the bitterness which has grown up between the partisans of the two men.

President Gets Busy.

President Wilson realized yesterday that changes must be made if the work of building ships is to proceed. The President took the matter up immediately upon his return to Wash-

Trammell Fails to Have Food Con-

The first charge of politics in the draft was made here yesterday. A

Brzezany, is reported checked.
Embassy dispatches also reported a victory for the Russian forces near Vilna, but no confirmation had been received late

Are Promised.

Gen. Goethals.

White House authorized the state-ment that the whole shipping matter will be straightened out within ment that the whole shipping matter will be straightened out within ator Works, but we must rember that he came to the dese of the republic in 1861 and uldered a rifle all through the and his "board of directors" arises cut of the plan for commandeering

tracts for the shipyards which th government will build,

TWO-DOLLAR WHEAT

Two-dollar wheat may be a Frank stein in the food control bill. Sen-

rees would insist that beer and wine be included in prohibition. Also it was predicted that the House conferees would demand that the Smoot ferees would demand that the Smoot amendment, directing the President to commandeer distilled spirits in

Charged by Democrats

STEAK CAUSES DEATH.

Stamford, Conn., July 22.—Michael Dora choked to death yesterday while eating a steak in a local restaurant. A large piece of meat lodged in his windpipe.

was made here vesterday. A group of Democratic country committeemen from up-State New York countries called upon Secretary Tumulty and complained that the list of personnel of the complained of the list of personnel of the complained of the complained of the list of personnel of the complained of the c

THERE WERE WISE ONES LIKE HIM IN NOAH'S DAY, TOO!



a new member of the board, possibly designating him as chairman in place of Dr. Denman. In such an event it is considered likely that Dr. Denman would not long continue to serve. With a new man as the head of the shipping Board, the development of the AMERICAN TROOPS BEHIND FRENCH FRONT

Efforts Unsuccessful-Driven Off by Allied Fliers-Pershing Busy in Paris Headquarters.

By DANIEL DILLON.

Staff Correspondent International News Service. American Training Camp, France, July 23 (passed by censor)-German aeroplanes have been trying to locate the American camp. They have been unsuccessful. Today an attempt of the German flyers was frustrated by the French.

American officers in a touring car far from the camp witnessed Senator Bitterly Attacks fifteen air machines fighting in the sky. The Germans were driven off.

By C. J. BARTELLI. Staff Correspondent of the Interna-tional News Service. Paris, July 15 (by mail).—Maj. Gen. Pershing, commander of the American contingent, at the general headquarters of the American force here, has been occupying the wires be-tween Paris and the quarters taken by the troops humming with instruc-tions. He is at his desk most of the day and is somewhat restive under unavoidable obligations which take

im away. This week I sounded a number of staff officers, clerks and orderlies working at the Rue De Constantine Mansions, which are now the Amercan headquarters, with a view lumbing their feelings towards their

Pershing's Manly Man. One and all agreed that he is a plendid man to work for-just, ous anger of a manly man, but lever petulant or peevish. "A real he-man," was the terse out eloquent judgment vouchsafed by

a newly appointed officer, who has in the entrance hall, where a dozen orderlies are posted. But there is a complete absence of red tape in nished with a simplicity that would move a Wall Street clerk to scorn.

His office is at the end of a corri-dor on the second floor of the low building on the corner of the Rue de Grenelle and the Rue de Constantine its windows look full on the old in valides home, museum and adminis-trative office, and the Eiffel Tower also bulks largely in the view

Simple Furnishings.

Pershing's desk occupies a corner; it is no more than a plain cak table and the office furniture and fittings are altogether of the simplest description. A red drugget covers the floor space, about fifteen feet square and there are no pictures on the walls which are panelled and painted in cream after the style of the old French mansions.

The passage to the general's room is guarded by orderlies and at the head of the stair case leading to the One and all agreed that he is a splendid man to work for—just, downright considerate. exacting to the point of insisting that his orders be carried out to the letter; always kind, sometimes moved to the righteous anger of a manly man, but never petulant or peevish.

"A real he-man," was the terse floor in Gen. Pershing's office. floor in Gen. Pershing's office, A wooden barrier has been set up

Without a Hitch.

More than 60 per cent of the liberty

shown by the statement is the entire absence of panic or violent fluctuation in the varicus banks handling the liberty bonds. It was feared in many quarters that the flood of gold to the

Treasury as a result of bond payments might unsettle the money market, but the plan evolved by Secretary of the Treasury McAdoo for keeping a large

CHALONER'S LAWYERS WAR BOND BUYERS REFUSED THEIR FEES **PAY 75 PER CENT**

Alienists' Bill of Millionaire Also Liberty Loan Plans Carried Out Rejected by Court.

(By the International News Service.) New York, July 23.-Deciding that loan had been paid in up to June 30, the matter had not been brought to and by the present time, it is believed, Flour is the one thing that is used the courts attention in proper manner, the payments will total close to 75 Supreme Court Justice Weeks today per cent. The total paid in on June declined to approve the application of 30, was \$1,388,024,556. These facts are John Armstrong Chaloner for an order requiring his committee in this state to pay out of the income of his pro-perty lawyers' fees and allenists' bills amounting to \$76,000. shown by the Treasury statement dated June 30, but held up until yesterday because of the great mass of work falling upon the banks as a result of the loan. One of the most remarkable things

amounting to \$76,000.

R. C. Walker, counsel for Chaloner, told the court that two of the larger claims sought to be paid by Chaloner had been reduced to judgment, and that there was grave danger of his Virginia property being sold to satisfy them. "Thus," he said, "Mr. Chaloner

would be in the anomolyous position of being a pauper in Virginia and worth two or three millions in this state, where, because he has never been declared sane, he dare not come. DR. RITTER RECALLED. Dr. Paul Ritter Swiss envoy ex-traordinary, had an appointment with President Wilson late yesterday to present letters of recall. It is ex-pected he will become minister to

the largest single vote since the

\$3,250,000,000 War

Dosdon, July 23 -In the house of commons tomorrow the government will ask for a vote of credit of £650,000,000 (\$3,250,000,000). opening of the war. It will brins up the total for the war to £5,32,-900,000 (\$25,460,000,000).

Credit for England

Postmistress and Husband as "Copperheads."

"Copperheads and traitors" in Bow nan, N. D., seek to undermine their own government. This Senator Mcown government. Cumber, of North Dakota, declared yesterday on the floor of the Senate. He called the attention of the Postnaster General to the statements that the postmistress at Bowman and her husband had applauded anarchistic sentiments toward the draft. Two of these seditious utterances which eceived the approval of the postmis

tress were:
"Women who do not oppose the fraft are no better than brood-sows producing men for slaughter in d fense of J. P. Morgan's billions. "The men who are drafted are only fit for use in France as fertilizer."
When McCumber rose yesterday, his

face was hard and set.
"I am speaking to the President
of the United States and through him of the United States and through him to the Postmaster General, and I say that there are no more unpatriotic and treacherous people in the United States than some of their appoint-ments in my State.

"I do not hold the President him-elf responsible. But I want to know the Postmaster General will be as ctive in putting traitors out of office s he was in putting Republicans ou of office so he could put Democrats in.
"I call this matter to the attention of the Postmaster General again," repeated McCumber, after letters regarding the speeches in Bowman had

Warns of Violence.

take cognizance of it-and in their own Letters produced by the North

Dakota senator recited that the speak-er who was so anarchistic was Kate Richards O'Hara, former editor of the National Ripsaw.
"The few from here who have enlisted in the navy and are not yet called into active service are today being ridiculed and made the object

ratiors," read one of the letters.

"The postmistress here is well known to be in sympathy with speakers and principles of this kind. The husband of the postmistress, and who is really the controlling influence in the postoffice, is one of the leaders for the distrubution of propaganda of this the distrubution of propaganda of this the last in the postoffice. The government employes have not yet secured the increase in their secured in increase in their secured in the postoffice increase in their secured is the one However, man of the committee, said secured in the post of the post of the post of the post of the increases. His opposition was finally removed and made so the post of the post of

15 Submarines Bagged By American Gunners

percentage of the payments in the Treasury depositories, is shown to have worked out to such a nicety that the transfer of the immense sums involved was accomplished with hardly a flicker in the market. New York, July 23.—The Kaiser's U-boat fleet has suffered considerably at the hands of American gunners EIGHT DROWN IN NEW YORK. present letters of recall. It is expected he will become minister to The Hague.

The Hague.

NO PASSPORTS ARE NEEDED.

American tourists are free to enter Canada without passports, the State Department was styled resterned by Sunday's pleasure scoking.

The Hague of American guners at the hands of American guners at the hands of American guners. Two AMERICANS HONORED. The State of the takes entered the war, if stories told by officers and enthusiastic passengers on arriving of Madison, Wis., and B. K. Neftel. The cables are the French, Mexiton this liquor if not commandeered."

The Hague of American guners and the hands of American guners at the hands of American guners at the hands of American guners. The cables are the French, Mexiton war, if stories told by officers and of Macron Hands of American guners and the hands of American guners are challes of American guners. The cables are the French, Mexiton war, if stories told by officers and of Macron Hands of American guners are children war, if stories told by officers and of Macron Hands of American guners.

TWO AMERICANS HONORED.

Paris, July 2.—O. R. McCourray, of Madison, Wis., and B. K. Neftel, war, if stories told by officers and of Macron Hands of American guners of Madison, Wis., and B. K. Neftel, war, if stories told by officers and of Macron Hands of American guners of Madison, Wis., and B. K. Neftel, war, if stories told by officers and of Macron Hands of American guners of Madison, Wis., and B. K. Neftel, war, if stories told by officers and of Macron Hands of American guners of Madison, Wis., and B. K. Neftel, war, if stories told by officers and of Macron Hands of American guners of Madison, Wis., and B. K. Neftel, war, if stories told by officers and of Macron Hands of American guners of Madison, Wis., and B. K. Neftel, war, if stories told by officers and this liquor if not commandeered. The cables are the French Macron Hands of American guneral Macron Hands of American guneral Macron Hands of American guneral Macron Hands of American guneral

The official notice of death will be confined to the date, place and cause. Details will be furnished relatives by the commanding of-ficer of the deceased. When personal

BARE BIG PLOT

Most Colossal Bargain in History.

is. In his hands alone rests the task of averting complete military debacle at the front and crushing anarchy

home. he correspondent is able today to reveal exclusively, upon the highest authority, a sensational chapter from the most recent history of the "dark forces" that have almost succeeded n bringing about this debacle and this

olossal bargain in hastory, a bargain

holm between Russian and German delegates. Significant in this connection, perhaps, is the fact that Dr. Mathias Erzberger, leader of the Centrist party, whose shrewd maneuwers led directly to Hollwey's fall, to the formation of the Reichstag's bloc, and to the passags of the peace resolution, was with Scheidmann and the other Socialists at Stockholm.

The Russian ultimatum at those historic, though, at the time, scarcely noticed, conferences in the Swedish capital, is said to have been absolute surrender by the German government to the principle of "peace without annexations and indemnities." Russia had abandoned her centuries-old dream

had abandoned her centuries-old dream for the possession of the Dardanelles. The Russian Socialists who had forced

CONTINUED ON PAGE TWO

CONGRESS INTENDED PERMANENT INCREASE

Representative Gallivan Scores Agitation Before Employes' Get Raises.

Congress passed the 5 and 10 per cent increases for Federal employes in the \$1.800 grade and below with a definite understanding they would be permaent and expressed the conviction that they were needed by the existing high

member of the House Committee on Appropriations made this emphatic in statement to The Washington Herald

"I dislike to take issue with anybody on facts, 'he said. ''It appears, however, to be very poor policy to start an agitation against continuing benefits to people before they actually receive them.''

Will Notify Relatives Of Deceased Soldiers

Adjt, Gen. H. P. McCain to-night announced that the depart-ment would continue to send in-dividual notice to the relatives of all men who die in the service. All deaths among the expedi-tionary forces will be published in the official bulletin as soon as received.

property is not claimed within a reasonable period it is sold and the proceds deposited in the Treasury, subject to future claim. Claims for the property of the dead soldier should be immediately addressed to his commanding of-ficer, with proof of the right to make such a claim. Arrange-ments for the removal of remains must be made through the Quar-termaster General at Washington.

Present Condition Result of

By the International News Service.) Amsterdam, July 23.-Alexander Kernsky early today received the formal grant of "unlimited powers" from the hands of the two most powerful rep-resentative bodies, the Council of Soldiers' and Workmen's Delegates, and the Council of Peasants of All Rus-

In bringing about this debacle and this anarchy. It is as yet only whispered in the inner circles of the powers that be, but it is destined to become the property of the world before many days have passed.

It appears from this secret information that the present state of affairs in Russia is the result of the most colossal bargain in bastory a bargain.

Bargain for Peace. Bargain for Peace.

Theobaid von Bethmann-Hollweg's head the price, with his successor's indorsement of peace without annexations and indomnities thrown in for good measure. The utitimate aim of the bargaining parties was, and is, peace; not necessarily a separate Russo-Teuton peace, but a general peace forced by Russian's elimination as an active belligerent.

The bargain was concluded, it is alleged, at the recent confab in Stockholm between Russian and German delegates. Significant in this connec-

this renunciation upon the provisional government, insisted that it was worth equivalent concessions by Germany.

cost of living.

Representative James A. Gallivan.

"Unless he takes cognizance of this matter, then there are patriotic people in the State of North Dakota who will take cognizance of it—and in their own take cognizance of this was to be seen to consider the cognizance of this was to be seen to consider the cognizance of this was to be seen to cognize the cognizance of this was to be seen to cognize the cognized the situation and who will be seen the cognized the situation and who will be seen the cognized the situation and who will be seen the cognized the situation and who will be seen the cognized the situation and who will be seen the cognized the situation and who will be seen the cognized th "There was not a man in Congress permanent. Even those who were of posed to the increases based their opposition upon the fact that the increases if granted would be permanent

The increases are effective with the fiscal year beginning July 1, 1917. They must be continued in annual appropriations for future years. They will be continued unless opposition persists in calling attention to the fact that in calling attention to the

CONGRESSIONAL ACTION

Hits Effort to Fix Responsibility for War. Demands Elimination of the Owen

HINTS "LACK OF CONFIDENCE"

In a letter to Representative Lever, father of the food control bill, Mr. Wilson demands the elimination of the Owen amendment which created a joint Congressional committee to supervise the finan-

cial conduct of the war. "I could only interpret its final adoption," the President wrote

"My Dear Mr. Lever," the President's letter runs, "I am very much obliged to you for your thoughtful courtesy in stating to me the circumstances of the present action on the food administration bill, and I am particularly obliged to you for calling my attention to section and its effect upon the whole administration of the war very section and its effect upon that whole administration of the war very frankly indeed, since the public interest manifestly demands that

Interpretation of Michaelis' Bitter Debate.

of Illinois, that the new German chanthe Boishiviki (Russian majority Socialists) and anarchists on one hand and the German majority Socialists, and probably part of the centrists, on the other. The fate of a nation, perhaps of all Europe, was the stake.

Cellor's recent speech was a "bid for during the cellor's recent speech was a "bid for during the coin. It and distributed by the cellor's recent speech was a "bid for during the cellor's recent speech was a "bid for during the cellor's recent speech was a "bid for during the cellor's recent speech was a "bid for during the cellor's recent speech was a "bid for during the cellor's recent speech was a "bid for during the cellor's recent speech was a "bid for during the cellor's recent speech was a "bid for during the cellor's recent speech was a "bid for during the cellor's recent speech was a "bid for during the cellor"s recent speech was a "bid for during the cellor's recent speech was a "bid for during the cellor"s recent speech was a "b cellor's recent speech was a "bid for

> foul crimes of which she has been guilty have been burned away upon

Michaelis and no more of peace! "Let us prepare for war and fight his war until we win a righteous and

offered by others.

"To my mind this is a bid to the United States which was the one na-ion which at one time had submitted he proposal of peace without vic-ory. It is a bid for us to ask again ither for ourselves or for those with whom we are co-operating."

"I believe the house of Hohenzollern would rather have peace on the al-lies 'terms and remain in power than to have peace on some of Germany rms and be overthrown. The tin orld: and if it is not had, we may have war for six more years.

This idea met with no approval from Senator Borah, who could see nothing in the Michaelis speech to warrant such construction. Senator King echoed this view when he said: "Almost every sentence in the speech gives an endorsement of the policy blood and cruel rapacity and of

submarine successes and endorses the ruthless submarine policy."

"Why would it not be time enough to talk of peace when Germany has evacuated Belgium and Northern France?" asked Senator Nelson, of Minnesota.

WAR REVENUE BILL

selves were utalive. He refused to make affidavit that the men were vitally necessary to the conduct of his work, as is required by the law. One of the men was his personal stenographer. As a result the men, if physically fit, will have to serve.

Gen. Crowder took this action as an example for chiefs of other government divisions, who have the power of exempting men from the operation

voting for something that was to be Report Expected Today Involves Disposition of Food Control Bill. Sudden decision was made yesterda y the Senate Finance Committee to and would never be taken away."

Members and officials of the Federal Employes' Union would not comfor it had been said that the bill ment officially upon the inspired story would not be brought in to Congress yesterday, which had Representative until the matter of liquor legislation John J. Fitzgerald, of Brooklyn, N. had been definitely concluded. This Y., leader in a movement to take away the increases.

has been altered or left as it is.
"The revenue bill has not changed in any important aspect. "I do not know what the conference between the House and Senate will do on the Smoot amendment directing the President to commandeer liquor. But we have not yet considered any substitute for the taxes expected from this liquor if not commandeered."

DISPLEASES PRESIDENT

Amendment from Food Bill.

The President last night hit hard at the effort of Congress to nake itself jointly responsible for the conduct of the war.

'as arising from a lack of confidence in myself."

PRESIDENT'S LETTER.

Would Impede His Task.

ed this section scrutinized it with

are or analyzed the effects which its peration would necessarily have. The constant supervision of executive ac-

tion which it contemplates would amount to nothing less than an as-sumption on 'the part of the legisla-tive body of the executive work of the

There is a very ominous precedent

Does Not Question Motives

am not, I beg you to believe, in way questioning what might be

the motives or the purpose of the members of such a committee. I am ready to assume that they would wish to co-operate in the most patriotic spirit, but co-operation of that kind so not practicable in the circumstance.

is not practicable in the circum-stances. The responsibility resis upon the administration. There are abundant existing means of investi-gation and of the effective enforce-

ment of that responsibility.
"I sincerely hope that upon the reconsideration of this matter both houses of Congress will see that my

objections rest upon the indisputs

CONTINUED ON PAGE TWO

Again Lead Country in

Applying Draft.

low few exemptions Be strict and investigate each case carefully."

The first actual call will be issued, it is expected, in Washington. Here it will require but a short time for the hoards to secure the master lists, and.

Provost Marshal Gen. Crowder, fath

er of the draft, blasted the hopes of thousands of Federal employes who be-leved their name on a government payroll would exempt them from the

Gen. Crowder vesterday refused ex-

preparing for the draft, and who them

administration.

Section 23 is not only entirely reign to the subject matter of the foreign to the subject matter or the food administration bill in which it is incorporated, but would, if enacted into law, render my task of conducting the war practically impossible. I cannot believe that those who pro-

Reichstag Speech Stirs in our history which shows how such a supervision will operate. I refer to the committee on the conduct of the war constituted by the Congress

during the administration of Mr. Lin-coin. It was the cause of constant and distressing harassment and ren-dered Mr. Lincoln's task all but imsay that we are in this fight to win and we shall not talk peace until Germany sues for peace; until the wrongs which she has committed, until the

the .battlefields. "Let us talk no more of Chancellor

this war until we win a righteous and lasting peace for democracy, for America and for the world."

Senator Lewis started the peace discussion, by saying: "The speech of the chancellor is a direct bid to the United States of America to use its influence with its co-partners in conflict' have them make a request for peace. It is palpable to me that in the expression that Germany is ready for an honorable peace, but having previously offered it, she will now look for the terms of peace to be offered by others.

Washington Expected to Senator Lewis also said The draft has passed from the hands of the government into control of the States. The final word to each State is: "Al-

the wickedness that have character-ized the prosecution of the war since the day Germany set foot upon helpless Belgium. Michaelis boasta

TRY TO DESTROY ATLANTIC CABLES

The action of Gen Crowder is a di-ect blow at hundreds of wealthy ouths, who flocked to what they con-

idered the protection of a govern

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Manhattan Beach. By the International News Service.)

The men are Eugene Jones, Rob-rt C. Pollock and William Horn. ones and Pollock are New York Central employes. Sergt, Edward J. According to

at the cable station, his sentries saw the three men in a power boat trying to lift one of the shallow cables out of the shallow water.

Three Men Arrested by Soldiers Off

New York, July 23 .- Three menall American born of American pa-rentage—were arrested tonight by United States soldiers on the charge of trying to destroy the three great Atlantic cables that rise from the bed of the ocean off Manhattan

Velsor, commanding twelve regu-lars from the Forty-seventh Infan-try, United States Army, on guard